

**ND TEACHERS FUND FOR RETIREMENT**  
**INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2003**

	March-03					December-02				September-02				Current Fiscal YTD	Prior Year FY02	3 Years Ended 6/30/2002	5 Years Ended 6/30/2002
	Market Value	Allocation	Actual	Quarter Policy	Month Net ROR	Market Value	Allocation	Actual	Quarter Policy	Market Value	Allocation	Actual	Quarter Policy	Net ROR	Net ROR	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																	
<i>Structured Growth</i>																	
AllianceBernstein	23,134,504	2.2%	2.3%	-0.19%	3.26%	20,988,434	2.0%	2.3%	3.03%	20,505,017	2.0%	2.3%	-13.56%	-11.11%	-28.98%	-16.11%	N/A
Russell 1000 Growth				-1.07%	1.86%				7.15%				-15.05%	-9.95%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																	
LSV	46,074,462	4.5%	4.5%	-5.87%	0.12%	49,089,958	4.6%	4.5%	6.44%	46,409,231	4.6%	4.5%	-18.29%	-18.14%	2.72%	5.54%	N/A
Russell 1000 Value				-4.86%	0.17%				9.22%				-18.77%	-15.59%	-8.96%	-4.87%	N/A
<i>Enhanced Russell 1000 Index</i>																	
LA Capital (Wilshire)	45,716,847	4.4%	4.5%	-1.88%	1.43%	46,753,950	4.4%	4.5%	6.92%	44,024,480	4.4%	4.5%	-16.27%	-12.16%	-17.00%	N/A	N/A
Russell 1000				-2.94%	1.04%				8.16%				-16.91%	-12.77%	-17.89%	N/A	N/A
<i>Enhanced S&amp;P 500 Index</i>																	
Northern Trust	44,099,838	4.3%	4.5%	-3.17%	1.00%	45,694,064	4.3%	4.5%	8.10%	42,552,156	4.2%	4.5%	-16.71%	-12.81%	-16.98%	N/A	N/A
Strong	45,438,197	4.4%	4.5%	-1.41%	1.61%	46,239,413	4.4%	4.5%	10.08%	42,278,303	4.2%	4.5%	-16.75%	-9.64%	-20.23%	N/A	N/A
Westridge	55,301,033	5.4%	4.5%	-3.15%	0.96%	56,870,982	5.4%	4.5%	8.52%	52,967,137	5.3%	4.5%	-17.19%	-12.96%	-17.54%	N/A	N/A
<b>Total Enhanced S&amp;P 500 Index</b>	<b>144,839,067</b>	<b>14.1%</b>	<b>13.5%</b>	<b>-2.62%</b>	<b>1.18%</b>	<b>148,804,459</b>	<b>14.1%</b>	<b>13.5%</b>	<b>8.87%</b>	<b>137,797,596</b>	<b>13.7%</b>	<b>13.5%</b>	<b>-16.88%</b>	<b>-11.87%</b>	<b>-18.23%</b>	<b>N/A</b>	<b>N/A</b>
S&P 500				-3.15%	0.97%				8.44%				-17.28%	-13.13%	-17.98%	N/A	N/A
<i>S&amp;P 500 Index</i>																	
State Street	52,597,361	5.1%	5.3%	-3.15%	0.96%	54,491,069	5.2%	5.3%	8.45%	47,996,287	4.8%	5.3%	-17.26%	-13.09%	-17.96%	-9.14%	3.67%
S&P 500				-3.15%	0.97%				8.44%				-17.28%	-13.13%	-17.98%	-9.18%	3.67%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>312,362,242</b>	<b>30.3%</b>	<b>30.0%</b>	<b>-2.88%</b>	<b>1.17%</b>	<b>320,127,870</b>	<b>30.3%</b>	<b>30.0%</b>	<b>7.69%</b>	<b>296,732,611</b>	<b>29.5%</b>	<b>30.0%</b>	<b>-16.78%</b>	<b>-12.97%</b>	<b>-17.13%</b>	<b>-9.48%</b>	<b>2.68%</b>
S&P 500				-3.15%	0.97%				8.44%				-17.28%	-13.13%	-17.98%	-9.18%	3.67%
<b>SMALL CAP DOMESTIC EQUITY</b>																	
<i>Manager-of-Managers</i>																	
SEI	97,480,362	9.5%	10.0%	-4.27%	1.24%	101,226,756	9.6%	10.0%	5.19%	95,770,485	9.5%	10.0%	-19.10%	-18.53%	-11.87%	N/A	N/A
Russell 2000 + 200bp				-4.00%	1.46%				6.66%				-20.90%	-19.01%	-6.68%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>97,480,362</b>	<b>9.5%</b>	<b>10.0%</b>	<b>-4.27%</b>	<b>1.24%</b>	<b>101,226,756</b>	<b>9.6%</b>	<b>10.0%</b>	<b>5.19%</b>	<b>95,770,485</b>	<b>9.5%</b>	<b>10.0%</b>	<b>-19.10%</b>	<b>-18.53%</b>	<b>-11.87%</b>	<b>1.18%</b>	<b>1.95%</b>
Russell 2000				-4.49%	1.29%				6.16%				-21.40%	-20.30%	-8.59%	1.67%	4.44%
<b>INTERNATIONAL EQUITY</b>																	
<i>Large Cap - Core</i>																	
State Street	35,820,221	3.5%	4.0%	-8.71%	-1.92%	39,253,302	3.7%	4.0%	4.11%	34,143,227	3.4%	4.0%	-19.99%	-23.95%	-11.74%	-6.76%	-2.26%
MSCI EAFE - 50% Hedged				-9.03%	-2.22%				4.04%				-20.02%	-24.30%	-14.62%	-5.75%	0.27%
<i>Large Cap - Active</i>																	
Capital Guardian	90,458,344	8.8%	10.0%	-10.07%	-3.28%	100,621,236	9.5%	10.0%	7.35%	89,027,456	8.8%	10.0%	-21.50%	-24.21%	-13.17%	-1.00%	5.76%
Bank of Ireland	18,286,883	1.8%	2.0%	-10.88%	-2.20%	20,528,497	1.9%	2.0%	7.13%	19,262,251	1.9%	2.0%	-21.60%	-25.15%	N/A	N/A	N/A
<b>Total Large Cap - Active</b>	<b>108,745,227</b>	<b>10.6%</b>	<b>12.0%</b>	<b>-10.21%</b>	<b>-3.10%</b>	<b>121,149,733</b>	<b>11.5%</b>	<b>12.0%</b>	<b>7.31%</b>	<b>108,289,707</b>	<b>10.8%</b>	<b>12.0%</b>	<b>-21.51%</b>	<b>-24.37%</b>	<b>-12.19%</b>	<b>-0.63%</b>	<b>6.00%</b>
MSCI EAFE - 50% Hedged				-9.03%	-2.22%				4.04%				-20.02%	-24.30%	-14.62%	-5.75%	0.27%
<i>Small Cap - Active</i>																	
Lazard	20,629,481	2.0%	2.0%	-6.21%	-0.49%	22,000,933	2.1%	2.0%	3.95%	21,591,198	2.1%	2.0%	-17.39%	-19.46%	N/A	N/A	N/A
Wellington	21,280,731	2.1%	2.0%	-3.06%	-0.38%	21,961,971	2.1%	2.0%	7.10%	20,707,908	2.1%	2.0%	-17.35%	-14.18%	N/A	N/A	N/A
<b>Total Small Cap - Active</b>	<b>41,910,212</b>	<b>4.1%</b>	<b>4.0%</b>	<b>-4.64%</b>	<b>-0.43%</b>	<b>43,962,904</b>	<b>4.2%</b>	<b>4.0%</b>	<b>5.49%</b>	<b>42,299,106</b>	<b>4.2%</b>	<b>4.0%</b>	<b>-17.37%</b>	<b>-16.87%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
SSB BROAD MARKET INDEX < \$2BN				-2.09%	-0.40%				1.85%				-15.30%	-15.54%	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>186,475,660</b>	<b>18.1%</b>	<b>20.0%</b>	<b>-8.72%</b>	<b>-2.28%</b>	<b>204,365,939</b>	<b>19.3%</b>	<b>20.0%</b>	<b>6.24%</b>	<b>184,732,040</b>	<b>18.4%</b>	<b>20.0%</b>	<b>-20.31%</b>	<b>-22.72%</b>	<b>-10.49%</b>	<b>-2.94%</b>	<b>2.40%</b>
MSCI EAFE - 50% Hedged				-9.03%	-2.22%				4.04%				-20.02%	-24.30%	-14.62%	-5.75%	0.27%
<b>EMERGING MARKETS EQUITY</b>																	
<i>Capital Guardian</i>																	
Capital Guardian	50,616,695	4.9%	5.0%	-6.12%	-2.35%	53,915,223	5.1%	5.0%	11.72%	48,261,472	4.8%	5.0%	-16.68%	-12.61%	-5.69%	-5.69%	-6.04%
MSCI Emerging Markets Free				-5.87%	-2.84%				10.04%				-16.30%	-13.31%	1.30%	-6.34%	-8.42%
<b>DOMESTIC FIXED INCOME</b>																	
<i>Core Bond</i>																	
Western Asset	10,220,354	1.0%	1.1%	3.03%	0.03%	10,221,994	1.0%	1.1%	2.49%	11,090,622	1.1%	1.1%	3.66%	9.46%	8.87%	8.93%	8.26%
Lehman Aggregate				1.39%	-0.08%				1.57%				4.58%	7.70%	8.62%	8.10%	7.57%
<i>Active Duration</i>																	
WestAM (Criterion)	10,072,576	1.0%	1.1%	1.46%	-0.15%	10,194,930	1.0%	1.1%	2.69%	10,931,445	1.1%	1.1%	2.57%	6.88%	6.00%	7.60%	7.09%
Lehman Aggregate				1.39%	-0.08%				1.57%				4.58%	7.70%	8.62%	8.10%	7.57%

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	March-03					December-02				September-02				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month	Net ROR	Allocation		Quarter	Net ROR	Allocation		Quarter	Net ROR	Fiscal YTD	FY02	Ended	Ended
	Market Value	Actual	Policy	Net ROR		Market Value	Actual	Policy		Market Value	Actual	Policy		Net ROR	Net ROR	6/30/2002	6/30/2002
<b>Index</b>																	
Bank of ND	11,855,529	1.2%	0.9%	1.55%	-0.29%	12,181,504	1.2%	0.8%	1.40%	13,187,654	1.3%	0.8%	5.96%	9.11%	9.56%	8.03%	7.55%
Bank of ND Match Loan CD Program	9,121,913	0.9%	0.9%	1.41%	0.48%	9,591,548	0.9%	0.9%	1.43%	9,572,281	1.0%	1.0%	1.44%	4.35%	5.79%	5.86%	5.90%
<b>Total Index</b>	<b>20,977,442</b>	<b>2.0%</b>	<b>1.8%</b>	<b>1.51%</b>	<b>-0.08%</b>	<b>21,773,052</b>	<b>2.1%</b>	<b>1.8%</b>	<b>1.38%</b>	<b>22,759,935</b>	<b>2.3%</b>	<b>1.8%</b>	<b>4.78%</b>	<b>7.83%</b>	<b>9.68%</b>	<b>7.81%</b>	<b>7.47%</b>
Lehman Gov/Credit				1.65%	-0.13%				1.73%				5.70%	9.29%	8.24%	7.85%	7.47%
<b>Convertibles</b>																	
<b>TCW</b>	<b>9,729,999</b>	<b>0.9%</b>	<b>1.1%</b>	<b>1.01%</b>	<b>1.32%</b>	<b>10,316,074</b>	<b>1.0%</b>	<b>1.1%</b>	<b>8.32%</b>	<b>9,817,880</b>	<b>1.0%</b>	<b>1.1%</b>	<b>-9.90%</b>	<b>-1.42%</b>	<b>-21.20%</b>	<b>-2.06%</b>	<b>N/A</b>
First Boston Convertible Index				3.82%	1.48%				9.83%				-8.56%	4.26%	-12.44%	0.11%	N/A
<b>BBB Average Quality</b>																	
<b>Strong</b>	<b>10,452,766</b>	<b>1.0%</b>	<b>1.1%</b>	<b>3.27%</b>	<b>0.59%</b>	<b>10,387,053</b>	<b>1.0%</b>	<b>1.1%</b>	<b>4.11%</b>	<b>10,832,203</b>	<b>1.1%</b>	<b>1.1%</b>	<b>0.39%</b>	<b>7.93%</b>	<b>3.16%</b>	<b>6.83%</b>	<b>N/A</b>
Lehman BBB				3.40%	0.54%				4.59%				2.70%	11.06%	5.85%	4.75%	N/A
<b>Timberland</b>																	
<b>Evergreen (Wachovia)</b>	<b>9,514,905</b>	<b>0.9%</b>	<b>0.9%</b>	<b>6.22%</b>	<b>-0.07%</b>	<b>9,179,043</b>	<b>0.9%</b>	<b>0.9%</b>	<b>3.15%</b>	<b>7,873,179</b>	<b>0.8%</b>	<b>0.8%</b>	<b>-0.22%</b>	<b>9.32%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
															N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>70,968,042</b>	<b>6.9%</b>	<b>7.0%</b>	<b>2.57%</b>	<b>0.23%</b>	<b>72,072,147</b>	<b>6.8%</b>	<b>7.0%</b>	<b>3.36%</b>	<b>73,305,265</b>	<b>7.3%</b>	<b>7.0%</b>	<b>0.71%</b>	<b>6.77%</b>	<b>2.56%</b>	<b>6.70%</b>	<b>6.56%</b>
Lehman Aggregate				1.39%	-0.08%				1.57%				4.58%	7.70%	8.62%	8.10%	7.57%
<b>HIGH YIELD BONDS</b>																	
<b>Western Asset</b>	<b>79,204,078</b>	<b>7.7%</b>	<b>7.0%</b>	<b>6.29%</b>	<b>2.78%</b>	<b>78,455,727</b>	<b>7.4%</b>	<b>7.0%</b>	<b>7.64%</b>	<b>80,966,050</b>	<b>8.0%</b>	<b>7.0%</b>	<b>-3.24%</b>	<b>10.70%</b>	<b>-6.08%</b>	<b>-3.89%</b>	<b>4.16%</b>
Lehman High Yield Bond Index				7.61%	2.88%				6.74%				-2.93%	11.50%	-3.60%	-2.31%	0.68%
<b>INTERNATIONAL FIXED INCOME</b>																	
<b>International Core</b>																	
<b>UBS Global (Brinson)</b>	<b>57,197,696</b>	<b>5.5%</b>	<b>5.0%</b>	<b>4.00%</b>	<b>0.37%</b>	<b>54,996,136</b>	<b>5.2%</b>	<b>5.0%</b>	<b>6.06%</b>	<b>58,388,782</b>	<b>5.8%</b>	<b>5.0%</b>	<b>2.39%</b>	<b>12.94%</b>	<b>16.83%</b>	<b>2.39%</b>	<b>2.43%</b>
Salomon Brothers Non-US Gov't Bond Index				3.73%	0.51%				6.06%				2.84%	13.15%	15.72%	3.14%	3.03%
<b>REAL ESTATE</b>																	
JMB	36,416			-21.97%	0.00%	62,368			-1.27%	1,034,424			1.94%	-21.47%	0.92%	1.25%	7.60%
INVESCO	60,550,555			1.79%	0.44%	60,467,094			-0.41%	61,479,744			3.78%	5.21%	2.61%	7.70%	N/A
J.P. Morgan	46,895,463			1.31%	0.74%	46,287,042			1.90%	45,423,753			1.64%	4.93%	4.10%	9.60%	11.72%
<b>TOTAL REAL ESTATE</b>	<b>107,482,433</b>	<b>10.4%</b>	<b>9.0%</b>	<b>1.56%</b>	<b>0.58%</b>	<b>106,816,504</b>	<b>10.1%</b>	<b>9.0%</b>	<b>0.65%</b>	<b>107,937,921</b>	<b>10.7%</b>	<b>9.0%</b>	<b>2.78%</b>	<b>5.06%</b>	<b>3.35%</b>	<b>8.64%</b>	<b>9.66%</b>
NCREIF TOTAL INDEX				1.88%	0.62%				1.67%				1.79%	5.44%	6.79%	9.41%	11.96%
<b>ALTERNATIVE INVESTMENTS</b>																	
Brinson IVCF III	1,401,319			-7.08%	-7.08%	1,508,090			-16.43%	1,804,611			7.46%	-16.55%	61.30%	112.32%	65.03%
Coral Partners V	10,821,930			0.57%	0.00%	10,761,099			-7.89%	10,994,013			-17.47%	-23.55%	-46.32%	-3.46%	N/A
Coral Partners V - Supplemental	663,143			-0.31%	0.00%	665,192			-11.88%	767,748			-14.17%	-24.60%	N/A	N/A	N/A
Coral Partners VI	692,239			-11.41%	0.00%	781,393			-21.31%	635,965			N/A	N/A	N/A	N/A	N/A
Brinson 1998 Partnership Fund	1,939,120			-1.30%	-1.30%	1,964,632			-7.89%	2,244,859			-3.97%	-12.70%	-15.23%	8.66%	N/A
Brinson 1999 Partnership Fund	2,304,695			-5.12%	-5.12%	2,493,336			-6.50%	2,536,763			-4.67%	-15.43%	-21.70%	-0.85%	N/A
Brinson 2000 Partnership Fund	3,453,276			-4.65%	-4.65%	3,621,669			-1.66%	3,318,861			-6.93%	-12.73%	-14.95%	N/A	N/A
Brinson 2001 Partnership Fund	992,597			-3.01%	-3.01%	1,023,467			-1.33%	1,064,380			-1.08%	-5.33%	-6.22%	N/A	N/A
Brinson 2002 Partnership Fund	735,525			7.17%	7.17%	686,322			-2.74%	717,702			0.15%	4.39%	N/A	N/A	N/A
Brinson 1999 Non-US Partnership Fund	1,231,034			2.03%	2.18%	1,237,412			-2.36%	1,192,303			12.07%	11.65%	-7.68%	-3.51%	N/A
Brinson 2000 Non-US Partnership Fund	1,090,967			4.28%	4.28%	1,046,248			-0.81%	948,421			7.00%	10.68%	-6.51%	N/A	N/A
Brinson 2001 Non-US Partnership Fund	606,525			2.11%	0.57%	451,303			-1.54%	466,207			-1.47%	-0.94%	-4.85%	N/A	N/A
Brinson 2002 Non-US Partnership Fund	980,487			5.36%	5.36%	930,626			-0.33%	364,209			N/A	N/A	N/A	N/A	N/A
Brinson BVCF IV	6,897,372			7.35%	0.00%	6,425,520			-9.29%	7,204,393			-2.76%	-5.31%	-29.16%	-17.06%	N/A
Matlin Patterson Global Opportunities	11,166,643			-3.52%	0.00%	10,629,900			0.00%	9,539,477			N/A	N/A	N/A	N/A	N/A
InvestAmerica	882,482			0.00%	0.00%	882,502			3.02%	953,948			31.25%	35.21%	N/A	N/A	N/A
Hearthstone	4,756,928			0.00%	0.00%	4,219,682			3.48%	4,972,366			11.34%	15.21%	4.99%	N/A	N/A
<b>TOTAL ALTERNATIVE INVESTMENTS</b>	<b>50,616,281</b>	<b>4.9%</b>	<b>5.0%</b>	<b>-0.50%</b>	<b>-0.66%</b>	<b>49,328,393</b>	<b>4.7%</b>	<b>5.0%</b>	<b>-3.56%</b>	<b>49,726,227</b>	<b>4.9%</b>	<b>5.0%</b>	<b>-6.36%</b>	<b>-10.14%</b>	<b>-26.09%</b>	<b>10.16%</b>	<b>10.85%</b>
Post Venture Capital Index				-0.52%	1.10%				15.43%				-22.64%	-11.17%	-44.30%	-26.03%	-6.83%
<b>CASH EQUIVALENTS</b>																	
<b>Northern Trust STIF/STEP</b>	<b>18,320,773</b>	<b>1.8%</b>	<b>2.0%</b>	<b>0.40%</b>	<b>0.09%</b>	<b>16,432,298</b>	<b>1.6%</b>	<b>2.0%</b>	<b>0.42%</b>	<b>10,493,259</b>	<b>1.0%</b>	<b>2.0%</b>	<b>0.68%</b>	<b>1.51%</b>	<b>2.29%</b>	<b>4.72%</b>	<b>5.01%</b>
90 Day T-Bill				0.30%	0.12%				0.43%				0.45%	1.19%	2.63%	4.67%	4.84%
<b>TOTAL FUND</b>	<b>1,030,724,262</b>	<b>100.00%</b>	<b>100.00%</b>	<b>-2.30%</b>	<b>0.20%</b>	<b>1,057,736,993</b>	<b>100.00%</b>	<b>100.00%</b>	<b>5.35%</b>	<b>1,006,314,110</b>	<b>100.00%</b>	<b>100.00%</b>	<b>-11.98%</b>	<b>-9.41%</b>	<b>-8.88%</b>	<b>-1.83%</b>	<b>3.68%</b>
<b>POLICY TARGET BENCHMARK</b>				<b>-2.59%</b>	<b>0.17%</b>				<b>6.44%</b>				<b>-13.10%</b>	<b>-9.89%</b>	<b>-9.26%</b>	<b>-3.00%</b>	<b>3.29%</b>

NOTE: Monthly returns and market values are preliminary and subject to change.